

*Cosmos – AMFAC Acquisition**ASX Announcement, 14 Feb 2003*

AUSTRALIAN STOCK EXCHANGE



COO000058

*Media Information**14 February 2003***AMFAC Acquisition Enables Cosmos to Consolidate Fragmented Pharmacy Software Market**

With their recent acquisition of AMFAC, leading Australian electronic payments processing company, Cosmos Limited [ASX: COO] said today that it will become the market leader in the pharmacy point-of-sale ('POS') and dispense market.

Managing Director Bob Tynan said that this recent acquisition would enable Cosmos to play a large role in consolidating the fragmented pharmacy software marketplace and set an industry standard that the market can follow.

"Cosmos is currently reviewing its pharmacy POS business with a view to rationalisation of the systems. The combination of the AMFAC business with our Pharmasol division, will see us progress to a single Windows-based platform that will set a new standard in the market which others will follow. Both AMFAC and Pharmasol have steadily been moving from DOS to Windows and that will continue at its current pace."

"AMFAC remains a major player in the pharmacy software marketplace, with operations in most Australian states. One of the major areas of expansion is the largely untapped private and hospital dispense market which is the same size as the pharmacy market."

"The AMFAC and Pharmasol businesses, both of which are solid performers, will create far better cost to revenue ratios. We will have significant commercial upside, with combined annual revenues of approximately A\$10 million and EBITDA of A\$2 million. AMFAC is an established and well recognised pharmacy industry brand and its acquisition enhances Cosmos's relationship with its key strategic pharmacy partners," said Mr Tynan.

"The new group will have the necessary revenue and positive cash-flow to self-fund the acquisition, sustain growth and profitability into the future. Even before any rationalisation we're seeing immediately cost reductions such as savings of some A\$200,000 annually through the re-location the AMFAC employees to existing Cosmos sites," said Mr Tynan.

The combined AMFAC and Pharmasol businesses will result in Cosmos Limited becoming Australia's number one provider of retail pharmacy point of sale and dispense solutions which will, in turn, create new opportunities for the Cosmos transactions business to leverage further exposure and develop an even larger and broader client base.

For further information please contact Bob Tynan, Managing Director, Cosmos Limited on (02) 9289 4624.